Michigan Potash Operating, LLC

January 11th, 2016

Mr. Alan Bata Class I Well Permitting UIC Branch (WU-16J) US EPA Region 5 77 W. Jackson Blvd Chicago, IL 60604-3590

Re:

CLASS I NON HAZARDOUS APPLICATION No. MI-133-1I-0004,0005,0006

OSCEOLA AND MECOSTA COUNTY, MICHIGAN

VIA:

Overnight Mail and Electronic Mail

Dear Mr. Batka:

As per our phone conversation and email correspondence on January 8th, 2016 concerning the above referenced Michigan Potash Operating application Submitted on January 9th 2015, you have indicated that the Michigan State Bond is sufficient for verification of Necessary Resources, Attachment R. Therefore; as per your direction, please find attached:

- (1) A cover letter and cash conformance bond addressed to the State of Michigan, Department of Environmental Quality for the above referenced wells and associated application for permit; and
- (2) copies of the certified checks representing cash coverage of \$ 33,000 per well; each in the amount of \$ 33,000 for the MPC 1D, MPC 2D, and MPC 3D (MI-133-1I-0004,0005,0006 respectively), which is in excess of third party estimates for the proper plug and abandonment of said wells.

Therefore, please accept the following information as it concerns verification of Necessary Resources and satisfactory conformance to plug and abandon the subject wells.

Please feel free to contact me directly with comments, questions, or concerns.

Sincerel

Theodore Pagano, P.E., P.G.

Manager

Michigan Potash Operating LLC